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Poland

Grain and Feed

Revised Grain Production in Poland will Result in Increased Intervention

2006

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Report Highlights:

Intervention purchases of Polish grain could be significantly higher than a year ago.

Includes PSD Changes: No
Includes Trade Matrix: No
Unscheduled Report
Warsaw [PL1]
[PL]

GENERAL SUMMARY:

MY 2005/06 intervention purchases of Polish grain may be much higher than a year ago. As of January 8, 2006, Polish grain farmers declared 731,000 MT of grains available for intervention, of which 509,200 MT was wheat, 74,900 MT barley and 146,900 MT corn. This amount is about three times more than a year ago. So far, contracts for delivery to intervention total more than 500,000 MT. AgAtt estimates that total purchases of Polish grain for intervention will reach 1.5 MMT, or 500,000 MT higher than last year.

Early during the intervention season (2005/06), most analysts were expecting significantly lower purchases of Polish grain into intervention because of a smaller grain crop, relatively large demand for feed from the livestock and poultry sectors and a strong local currency. However, a larger than expected grain crop, together with a reduction in poultry feed demand (due to reduced poultry consumption as a result of the Avian Influenza situation) kept local grain prices lower than expected, which increased pressure to sell into intervention. These influences were only somewhat offset by a stronger local currency, which has the effect of reducing the intervention price, since the intervention price is fixed in Euros but paid in local currency.

The intervention price for grains is about PLN 400 per MT. In contrast, the local price for milling wheat is PLN 360-380 per MT (Euro 95-100, \$115-122), for feed wheat PLN 340-360 per MT (Euro 89-95, \$109-115), for corn PLN 360-380 per MT (Euro 95-100, \$115-120), and for triticale is around PLN 330 per MT (Euro 87, \$106). With the exception of milling rye, these prices are about 10 percent lower than a year ago and 40 – 50 percent lower than two years ago. Supplies for intervention would be higher if not for the strict intervention quality requirements, delayed intervention payments and the minimum quantity requirement which hinders small farmers.

In its final crop results communiqué in December, the Poland's Main Statistical Office (GUS) raised its previous grain production estimate for 2005. Total grain production in Poland was revised upward to 26.9 MMT, or 0.5 MMT higher than the previous estimate due to higher than expected yields. The current total grain production estimate is 9 percent lower than the record 2004 crop.

UNOFFICIAL PSD TABLES FOR POLAND:

WHEAT	2003/04	2004/05	2005/06 OLD	2005/06 NEW
AREA HARV.	2308	2311	2234	2218
BEG.STOCKS	635	252	1717	1717
PRODUCTION	7858	9892	8560	8771
MY IMPORTS	188	371	250	250
TY IMPORTS	188	371	250	250
TY IMPORTS f.US	1	0	1	1
TOT.SUPPLY	8681	10515	10527	10738
MY EXPORTS	22	248	350	350
TY EXPORTS	22	248	350	350
FEED CONSUMP.	3180	3300	3850	3850
N-FEED CONS.	5227	5250	5250	5250
TOT.DOM.CON.S.	8407	8550	9100	9100
END.STOCKS	252	1717	1077	1288
TOT.DISTRIB.	8681	10515	10527	10738
Impots EXTRA	57	49	50	50
Impots INTRA	131	322	200	200
Imports INT f NMS	36	232	120	120
Imports INT f EU15	95	90	80	80
Exports EXTRA	10	194	350	350
Exports INTRA	12	54	0	0
Expts INT to NMS	1	22	0	0
Expts INT to EU15	11	32	0	0
 CORN	 2003/04	 2004/05	 2005/06 OLD	 2005/06 NEW
AREA HARV.	356	412	343	339
BEG.STOCKS	622	112	186	186
PRODUCTION	1884	2344	1920	1920
MY IMPORTS	260	30	30	30
TY IMPORTS	260	30	30	30
TY IMPORTS f.US	0	0	0	0
TOT.SUPPLY	2766	2486	2136	2136
MY EXPORTS	4	50	20	20
TY EXPORTS	4	50	20	20
FEED CONSUMP.	2500	2100	1780	1780
N-FEED CONS.	150	150	150	150
TOT.DOM.CON.S.	2650	2250	1930	1930
END.STOCKS	112	186	186	186
TOT.DISTRIB.	2766	2486	2136	2136
Impots EXTRA	234	0	0	0
Impots INTRA	26	30	30	30
Imports INT f NMS	20	12	30	30
Imports INT f EU15	6	18	0	0
Exports EXTRA	0	0	0	0
Exports INTRA	4	50	20	20
Expts INT to NMS	0	2	0	0
Expts INT to EU15	4	48	20	20

BARLEY	2003/04	2004/05	2005/06 OLD	2005/06 NEW
AREA HARV.	1016	1014	1106	1113
BEG.STOCKS	385	55	421	421
PRODUCTION	2832	3571	3460	3581
MY IMPORTS	208	105	80	80
TY IMPORTS	205	105	80	80
TY IMPORTS f.US	0	0	0	0
TOT.SUPPLY	3425	3731	3961	4082
MY EXPORTS	0	5	100	100
TY EXPORTS	0	5	100	100
FEED CONSUMP.	2663	2550	2700	2700
N-FEED CONS.	707	755	850	850
TOT.DOM.CON.S.	3370	3305	3550	3550
END.STOCKS	55	421	311	432
TOT.DISTRIB.	3425	3731	3961	4082
Impots EXTRA	11	0	0	0
Impots INTRA	197	105	80	80
Imports INT f NMS	37	46	40	40
Imports INT f EU15	160	59	40	40
Exports EXTRA	0	1	0	0
Exports INTRA	0	4	100	100
Expts INT to NMS	0	0	0	0
Expts INT to EU15	0	4	100	100

RYE	2003/04	2004/05	2005/06 OLD	2005/06 NEW
AREA HARV.	1479	1550	1410	1415
BEG.STOCKS	366	122	375	375
PRODUCTION	3172	4281	3400	3404
MY IMPORTS	37	4	0	0
TY IMPORTS	17	4	0	0
TY IMPORTS f.US	0	0	0	0
TOT.SUPPLY	3575	4407	3775	3779
MY EXPORTS	1	182	120	120
TY EXPORTS	1	182	120	120
FEED CONSUMP.	1595	1870	1300	1300
N-FEED CONS.	1857	1980	2000	2000
TOT.DOM.CON.S.	3452	3850	3300	3300
END.STOCKS	122	375	355	359
TOT.DISTRIB.	3575	4407	3775	3779
Impots EXTRA	23	0	0	0
Impots INTRA	14	4	0	0
Imports INT f NMS	1	0	0	0
Imports INT f EU15	13	4	0	0
Exports EXTRA	0	1	0	0
Exports INTRA	1	181	120	120
Expts INT to NMS	1	27	0	0
Expts INT to EU15	0	154	120	120

OATS	2003/04	2004/05	2005/06 OLD	2005/06 NEW
AREA HARV.	527	520	570	539
BEG.STOCKS	77	50	163	163
PRODUCTION	1182	1431	1300	1324
MY IMPORTS	4	2	0	0
TY IMPORTS	4	2	0	0
TY IMPORTS f.US	0	0	0	0
TOT.SUPPLY	1263	1483	1463	1487
MY EXPORTS	0	19	0	0
TY EXPORTS	0	19	0	0
FEED CONSUMP.	1053	1130	1230	1230
N-FEED CONS.	160	170	170	170
TOT.DOM.CON.S.	1213	1300	1400	1400
END.STOCKS	50	163	63	87
TOT.DISTRIB.	1263	1482	1463	1487
Impots EXTRA	0	0	0	0
Impots INTRA	4	2	0	0
Imports INT f NMS	4	2	0	0
Imports INT f EU15	0	0	0	0
Exports EXTRA	0	0	0	0
Exports INTRA	0	19	0	0
Expts INT to NMS	0	0	0	0
Expts INT to EU15	0	19	0	0

MIXED GRAIN	2003/04	2004/05	2005/06 OLD	2005/06 NEW
AREA HARV.	2440	2519	2608	2631
BEG.STOCKS	513	98	1073	1073
PRODUCTION	6420	8045	7550	7819
MY IMPORTS	4	6	0	0
TY IMPORTS	4	6	0	0
TY IMPORTS f.US	0	0	0	0
TOT.SUPPLY	6937	8149	8623	8892
MY EXPORTS	0	6	50	50
TY EXPORTS	0	6	50	50
FEED CONSUMP.	6333	6570	7440	7440
N-FEED CONS.	506	500	510	510
TOT.DOM.CON.S.	6839	7070	7950	7950
END.STOCKS	98	1073	623	892
TOT.DISTRIB.	6937	8149	8623	8892
Impots EXTRA	2	0	0	0
Impots INTRA	2	6	0	0
Imports INT f NMS	1	5	0	0
Imports INT f EU15	1	1	0	0
Exports EXTRA	0	0	0	0
Exports INTRA	0	6	50	50
Expts INT to NMS	0	0	0	0
Expts INT to EU15	0	6	50	50